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October 19, 2004

VIA ELECTRONIC MAIL SERVICE AND 1ST CLASS MAIL SERVICE

Public Service Commission of South Carolina

ATTN: Docketing Department PO Drawer 11649

Columbia SC 29211

RE:

Application of Utilities USA, Inc. for a Certificate of Public Convenience

and Necessity to Provide Prepaid Local Exchange Services Within the

State of South Carolina

Docket No. 2004-234-C, Our File No. 927-10265

To Whom It May Concern:

Enclosed is the original and twenty-five (25) copies of the **Testimony of Oscar Nodarse** filed on behalf of Utilities USA, Inc. in the above-referenced docket.

Please acknowledge your receipt of this document by file-stamping the copy of this letter enclosed, and returning it in the enclosed envelope.

If you have any questions or need additional information, please do not hesitate to contact me.

Very truly yours,

John Pringle J.

John J. Pringle, Jr. JJP/cr

cc: Mr. Oscar Nodarse

Enclosures

BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET NO. 2004-234-C

APPLICATION OF

)

	FOR A NECE TELE	ITY USA, INC. A CERTIFICATE OF PUBLIC CONVENIENCE AND ESSITY TO PROVIDE LOCAL EXCHANGE COMMUNICATIONS SERVICES IN TH CAROLINA)
		TESTIMONY OF OSCAR NODARSE
1	Q.	WILL YOU PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.
2	A.	My name is Oscar Nodarse. My business address is 3814 Woods Walk Blvd., Lake Worth
3		FL 33467.
4		
5	Q.	BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?
6	A.	In my current capacity, I am the President and Marketing Director of Utility USA, Inc.
7		("Utility USA").
8		
9	Q.	PLEASE GIVE A BRIEF DESCRIPTION OF YOUR BACKGROUND AND
10		EXPERIENCE.
11	A.	I am the founder of Utility USA. I am also the founder and CEO of Universal Telephone
12		Company. I have successfully managed my company, making it very profitable, serving
13		over 10,000 customers in South Florida alone. In the past, I was the President, Vice-
14		President, Marketing Director, and Account Executive for different corporations in

domestic, as well as foreign corporations, extending my knowledge to the international market. Previously, I have held the offices of President, Vice-President, Director of Sales, and Account Executive for various corporations in the states of New York, Florida, and also Puerto Rico, extending my knowledge to the international markets of Central and South America, as well as Spain and Portugal.

A.

Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?

The purpose of my testimony is to present evidence describing the technical, managerial and financial fitness of Utility USA to provide resold local exchange telecommunications services in South Carolina. This testimony will also describe the services proposed by Utility USA and the proposed tariff structure. Finally, the purpose of my testimony is to show that the public interest will be served by approval of the application of Utility USA for a certificate of public convenience and necessity.

A.

Q. HAS UTILITY USA REGISTERED TO DO BUSINESS IN SOUTH CAROLINA?

Yes. Utility USA is a Florida corporation incorporated on March 7, 2000, and has continued since that date in good standing. Copies of Utility USA's certificate of incorporation and articles of incorporation are attached to Utility USA's Application at Exhibit "A." Utility USA received foreign corporation authority to conduct business in South Carolina on June 14, 2004. A copy of Utility USA's Certificate of Authorization was attached to the Application as Exhibit "B".

1	Q.	PLEASE DESCRIBE THE SERVICES UTILITY USA PROPOSES TO OFFER.
2	A.	The company intends to offer local services, including local usage, Lifeline Services,
3		Inside Wire Arrangements, Wire Maintenance Plans, 911/E911, 411/Directory
4		Assistance, Relay Service, Operator Services, CLASS Services and Features, white and
5		yellow pages directory listings, and repair and maintenance, on a resold -basis. Service is
6		provided twenty-four (24) hours per day, seven (7) days a week.
7		
8	Q:	WHERE DOES UTILITY USA INTEND TO PROVIDE SERVICE INITIALLY?
9	A:	The company requests authority to resell and provide local exchange telecommunications
10		services to both business and residential customers throughout the state.
11		
12	Q:	DOES UTILITY USA PLAN TO OFFER LOCAL EXCHANGE
13		TELECOMMUNICATIONS SERVICES IN AREAS SERVED BY RURAL
14		TELECOMMUNICATION CARRIERS?
15	A:	Utility USA seeks statewide authority to the extent permitted by law. Unless otherwise
16		permitted by federal or state law, Utility USA does not plan to offer local exchange
17		telecommunications services in areas served by any "rural" ILEC, except for those that
18		have voluntarily entered into an agreement with a competing telecommunications service
19		provider. Utility USA has executed a Stipulation with the South Carolina Telephone
20		Coalition ("SCTC"), and will abide by that Stipulation's provisions with respect to
21		providing services in the participating companies' exchange areas. Utility USA reserves

the right to expand its services into these areas should any rulings of the Commission or

1		any court or administrative agency allow the provision of service in such areas.
2		
3	Q.	DOES UTILITY USA OWN ANY NETWORK SWITCHES OR TRANSMISSION
4		FACILITIES USED IN ROUTING CALLS?
5	A.	Not at the current time.
6		
7	Q.	HOW WILL UTILITY USA BILL FOR ITS SERVICES?
8	A.	Calls are billed directly by the Company.
9		
10	Q.	HOW ARE TROUBLE REPORTS HANDLED?
11	A.	Utility USA will utilize a number of (561) 856-0297 for customer service.
12		
13	Q.	HOW ARE BILLING ERRORS AND COMPLAINTS HANDLED?
14	A.	Utility USA utilizes the number above for customer service.
15		
16	Q.	ARE YOU FAMILIAR WITH THE TARIFF SUBMITTED AS AN EXHIBIT TO
17		THIS APPLICATION?
18	A.	Yes.
19		
20	Q.	WAS THE TARIFF PREPARED FOR YOU OR UNDER YOUR SUPERVISION?
21	A.	Yes. It was prepared under my supervision.
22		

1	Q.	IN YOUR OPINION, ARE YOUR PROPOSED RATES CONTAINED IN THE
2		TARIFF JUST AND REASONABLE?
3	A.	Yes.
4	•	
5	Q.	WILL THE COMPANY PROVIDE ANY EQUIPMENT OR FACILITIES IN
6		CONNECTION WITH ITS SERVICES?
7	A	No, the Company does not intend to own, operate, control or manage any
8		telecommunications transmission facilities within in the State of South Carolina, and does
9		not intend to obtain any such facilities or equipment at this time. However, the Company
0		reserves the right to install its own facilities if and when business conditions warrant, and
l 1		upon approval of the Commission.
12		
13	Q.	DESCRIBE THE PROPOSED UTILITY USA SOUTH CAROLINA TARIFF.
14	A.	Utility USA has filed a proposed local exchange tariff, which contains the rules, regulations
15		and rates for Utility USA's services. I believe that Utility USA's tariff will comport with all
16		Orders, Rules and Regulations of the Commission necessary to comply with all such
17		applicable authority.
18		
19	Q.	DESCRIBE UTILITY USA'S FINANCIAL ABILITY TO OPERATE AS A
20		LOCAL EXCHANGE TELECOMMUNICATIONS PROVIDER.

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Utility USA has sufficient financial resources to provide the requested telecommunication

services in South Carolina, the financial capability to maintain these services, and the

1		financial capability to meet its lease and ownership obligations. The Company's
2		Financial Statements were provided as Attachment C to the Company's application.
3		
4	Q.	DO YOU BELIEVE UTILITY USA IS CAPABLE OF DELIVERING ITS
5		PROPOSED SERVICES IN SOUTH CAROLINA?
6	A.	Yes, in addition to having sufficient financial resources, the senior management team of
7		Utility USA has a varied and detailed background in telecommunications. A summary of
8		Utility USA's Management Team was attached to the Application as Exhibits D and E.
9		
10	Q:	IS THE COMPANY WILLING AND ABLE TO CONFORM TO THE LAWS OF
11		THE STATE OF SOUTH CAROLINA AND TO THE RULES AND ORDERS OF
12		THE COMMISSION, UNLESS APPLICATION OF SUCH RULES OR ORDERS
13		IS SPECIFICALLY WAIVED BY THE COMMISSION?
14	A:	Yes.
15		
16	Q:	WILL THE COMPANY FILE ALL APPLICABLE REPORTS AS REQUIRED BY
17		THE COMMISSION?
18	A:	Yes. The Company is aware of the Commission's requirements that all
19		telecommunications carriers file a report on South Carolina operations, a gross receipts
20		report, and a universal service contribution report on an annual basis.
21		

1 Q. HOW WILL SOUTH CAROLINA CONSUMERS BENEFIT FROM UTILITY

2 USA'S SERVICES?

A. Granting Utility USA's application will introduce a telecommunications service provider
committed to providing high quality services that will further increase
telecommunications competition within the State of South Carolina. Utility USA's
service offerings will increase consumer choice, improve the quality and efficiency in
telecommunications services and will likely lead to the reduction of consumer costs, as
well as stimulate development of additional services by providing competitive incentives

to other providers. Thus, granting Utility USA 's application is in the public interest.

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- Q. DOES THIS CONCLUDE YOUR TESTIMONY?
- 12 A. Yes.